

Bonding Proposition B

State Transportation Projects

(Chapter 114, Session Laws of Alaska 2002)

Providing for and relating to the issuance of state guaranteed transportation revenue anticipation bonds in a principal amount of not more than \$102,805,000 for the purpose of paying the cost of transportation projects that qualify for federal highway aid and the allocation of those bond proceeds; relating to the issuance of general obligation bonds in a principal amount of not more than \$123,914,500 for the purpose of paying the cost of state transportation projects; and providing for an effective date.

BALLOT QUESTION

State Guaranteed Transportation Revenue Anticipation Bonds	\$102,805,000
State General Obligation State Transportation Project Bonds	\$123,914,500
Total Bond Authorization	\$226,719,500

Shall the State of Alaska issue state guaranteed transportation revenue anticipation bonds in the principal amount of not more than \$102,805,000 for the purpose of paying the cost of accelerated Alaska transportation projects qualifying for federal highway aid, and shall the State of Alaska issue general obligation bonds in the principal amount of not more than \$123,914,500 for the purpose of paying the cost of state transportation projects?

BONDS YES ☐

BONDS NO ☐

VOTE CAST BY MEMBERS OF THE 22ND STATE LEGISLATURE ON FINAL PASSAGE

House: Yeas: 40 Nays: 0 Excused: 0 Absent: 0
Senate: Yeas: 20 Nays: 0 Excused: 0 Absent: 0

BONDING PROPOSITION SUMMARY
Prepared by the Legislative Affairs Agency

This would let the state sell up to \$102,805,000 in bonds. State credit would be pledged to pay the bonds. The intent is to pay them with federal highway aid. Highway projects that may be funded with the bonds are listed. This also would let the state sell up to \$123,914,500 in general obligation bonds. Transportation projects that may be funded with these bonds are set out.

STATEMENT OF SCOPE

This bond proposition, if approved, would provide for the issuance of general obligation bonds of the State in the amount of \$226,719,500 to provide funds to pay the costs of the following programs or projects:

BOND PROJECT ALLOCATIONS. The amount of \$102,805,000 would be allocated among the following projects subject to reallocation as provided by law:

	<u>Project</u>	<u>Location</u>	<u>Amount</u>
(1)	Ptarmigan Street Improvement	Bethel	\$ 1,480,000
(2)	Richardson Highway/North Pole Interchange	Fairbanks	\$16,100,000
(3)	Nash Road Rehabilitation	Seward	\$ 2,600,000
(4)	C Street Phase III, Dimond Blvd. to O'Malley Road, including interchange at O'Malley Road and a grade separation for the Alaska Railroad near 68th Avenue and C Street	Anchorage	\$36,100,000
(5)	Kenai River Bridge	Kenai Peninsula	\$28,000,000

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<u>Project</u>	<u>Location</u>	<u>Amount</u>
(6) South Tongass Highway Widening and Path Extension, Phase I	Ketchikan	\$ 5,000,000
(7) Chiniak Road Rehabilitation, Phase I	Kodiak	\$ 6,000,000
(8) Seward Meridian Road, Parks to Seldon Road	Matanuska-Susitna	\$ 7,525,000

TRANSPORTATION PROJECT ALLOCATION The amount of \$123,914,500 would be allocated among the following projects: subject to reallocation as provided by law.

<u>Project</u>	<u>Location</u>	<u>Amount</u>
(1) Abbott Loop Extension and Reconstruction, Abbott Road to 48th Avenue	Anchorage	\$37,500,000
(2) Donlin Creek Access Road	Donlin Creek	\$ 4,000,000
(3) Downtown Street Improvements	Fairbanks	\$ 8,000,000
(4) North Kenai Spur Road, MP 22 to 29.7 Repavement	Kenai Peninsula	\$10,612,000
(5) Ketchikan Gateway Borough Road Surface Treatment	Ketchikan	\$ 600,000
(6) North Tongass Highway, Ward Cove to Whipple Creek Widening/Realign	Ketchikan	\$ 1,900,000
(7) Ted Stevens Way Reconstruction	Kotzebue	\$ 4,400,000
(8) Old Glenn Highway, MP 0 to 18.6 Rehabilitation	Matanuska-Susitna	\$13,225,000
(9) Bering Street, Seppala Drive, and Front Street Rehabilitation and Front Street Safety and Enhancements	Nome	\$ 5,090,000
(10) Sawmill Creek Road Upgrade, Phase I	Sitka	\$ 5,500,000
(11) South Church Road	Wasilla	\$ 1,200,000
(12) Harbor Renovation	Whittier	\$ 2,449,000
(13) Harbor Renovation	Seldovia	\$ 2,628,000
(14) Middle and South Harbors Renovation	Petersburg	\$ 3,729,000
(15) Auke Bay Harbor, Aurora Harbor, Harris Harbor, Douglas Harbor and Dock, North Douglas Launch Ramp, Taku Harbor Renovation	Juneau	\$ 7,119,000
(16) Thomas Basin Harbor, Ryus Float, Bar Harbor North, Hole-in-the-Wall Harbor, Knudson Cove Harbor Renovation	Ketchikan	\$ 3,938,000
(17) Thomas Harbor, Crescent Harbor, Sealing Cove Harbor Renovations	Sitka	\$ 2,234,500
(18) Cordova Harbor Renovation	Cordova	\$ 4,876,000
(19) Standard Harbor, Reliance Float, Inner Harbor Fish and Game Dock, Shoemaker Harbor Renovation	Wrangell	\$ 3,492,000
(20) Yakutat Harbor Renovation	Yakutat	\$ 526,000
(21) Klawock Harbor and Seaplane Float Renovation	Klawock	\$ 896,000

ESTIMATE OF ANTICIPATED FEDERAL REVENUE

Under the legislation that authorized this bond issue, the commissioner of revenue and the legislative auditor must jointly prepare an estimate of anticipated revenue derived from federal highway aid for the period for which expenditure authority has been granted by the Congress of the United States:

The current federal highway aid spending authority from Congress expires in 2003. The commissioner of revenue and the legislative auditor estimate that the anticipated revenue for 2003 under this authorization will be \$344,847,000.

This estimate is for just one year, which is all that is remaining from the current authorization. Congressional authorizations for highway aid to states generally occur in multi-year blocks. The next authorization is expected to be from 2004 to 2008.